

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

**SECURITIES INVESTOR PROTECTION  
CORPORATION,**

Plaintiff,

v.

**BERNARD L. MADOFF INVESTMENT  
SECURITIES LLC,**

Defendant.

In re:

**BERNARD L. MADOFF,**

Debtor.

Adv. Pro. No. 08-01789 (BRL)

SIPA Liquidation

(Substantively Consolidated)

**ORDER APPROVING APPLICATIONS FOR ALLOWANCE OF COMPENSATION  
FOR SERVICES RENDERED AND REIMBURSEMENT OF EXPENSES**

This matter came before the Court on August 29, 2012 on the application (the “Application”)<sup>1</sup> of Irving H. Picard, trustee (“Trustee”) for the substantively consolidated liquidation proceeding of Bernard L. Madoff Investment Securities LLC (“BLMIS”), and Bernard L. Madoff (“Madoff” and together with BLMIS, each a “Debtor” and collectively, the “Debtors”), and Baker & Hostetler LLP (“B&H”), counsel to the Trustee (together with the Trustee, the “Applicants”), with the support and approval of the Securities Investor Protection Corporation (“SIPC”), for entry of an order for interim allowance, pursuant to section 78eee(b)(5) of the Securities Investor Protection Act, 15 U.S.C. §§ 78aaa, *et seq.* (“SIPA”),<sup>2</sup> sections 330(a) and 331 of title 11 of the United States Code (the “Bankruptcy Code”), Rule 2016 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”), and Rule 2016-1

---

<sup>1</sup> Capitalized terms not otherwise defined herein shall have the meanings ascribed to them in the Application.

<sup>2</sup> For convenience, future reference to SIPA will not include “15 U.S.C.”

of the Local Rules for the Bankruptcy Court for the Southern District of New York (the “Local Rules”), for compensation for professional services rendered and for reimbursement of actual and necessary expenses incurred during the period October 1, 2011 through and including January 31, 2012 (the “Compensation Period”) in the amounts listed on Exhibit A attached hereto pursuant to the Order Pursuant to Section 78eee(b)(5) of SIPA, Sections 105, 330 and 331 of the Bankruptcy Code, Bankruptcy Rule 2016(a) and Local Bankruptcy Rule 2106-1 Establishing Procedures Governing Interim Monthly Compensation of Trustee and Baker & Hostetler LLP, dated February 25, 2009 (ECF No. 126), as amended on December 17, 2009 and June 1, 2011 (ECF Nos. 1078 and 4125) (collectively, the “Second Amended Compensation Order”), as more fully set forth in the Application; and the applications of special counsel to the Trustee (“Special Counsel Applications”), as listed on Exhibit A attached hereto; and the Court having jurisdiction to consider the Application, the Special Counsel Applications, and the relief requested therein in accordance with section 78eee(b)(4) of SIPA, the Protective Decree entered on December 15, 2008 by the United States District Court for the Southern District of New York in Case No. 08 Civ. 10791, and 28 U.S.C. §§ 157 and 1334; and it appearing that sufficient notice of the Application and Special Counsel Applications having been given by August 1, 2012 (ECF No. 4953), and no other notice being necessary; and the Securities Investor Protection Corporation (“SIPC”) having filed its recommendation in support of the Application and Special Counsel Applications on August 17, 2012, 2012 (ECF No. 4985, 4986, 4987, 4988, 4993) pursuant to section 78eee(b)(5)(C) of SIPA; and no objections having been filed; and a hearing (the “Hearing”) having been held on August 29, 2012 to consider the Application and Special Counsel Applications; and the Court having determined that the legal and factual bases set forth in the Application and Special Counsel Applications establish just cause for the relief granted

therein; and after due deliberation and sufficient cause appearing therefore; and for the reasons stated on the record at the Hearing, it is hereby

**ORDERED, ADJUDGED and DECREED** that:

1. The Application is granted.
2. The Special Counsel Applications are granted.
3. The release of \$16 million of the Holdback, of the total fees requested, approved

to date, and withheld from prior applications, to be released and disbursed to the Trustee and B&H, as is detailed on Exhibit A attached hereto.

Dated: New York, New York  
August 29, 2012

/s/Burton R. Lifland  
HONORABLE BURTON R. LIFLAND  
UNITED STATES BANKRUPTCY JUDGE

**EXHIBIT A**

Adv. Pro. No. 08-01789 (BRL)

*Securities Investor Protection Corp. v. Bernard L. Madoff Investment Securities LLC*

*In re Bernard L. Madoff*

**Current Compensation Period: October 1, 2011 – January 31, 2012 (or as otherwise indicated)**

<u>Applicant</u>	<u>Date and ECF No. of Application</u>	<u>Compensation Period</u>	<u>Interim Compensation Requested</u>	<u>Interim Compensation Awarded</u>	<u>Interim Compensation to be Paid</u>	<u>Expenses Requested</u>	<u>Expenses Awarded</u>
Irving H. Picard, Trustee Baker & Hostetler LLP, Counsel	8/1/2012 ECF No. 4936	10/1/2011 – 1/31/2012	\$64,107,863.80 <sup>3</sup>	\$64,107,863.80 <sup>4</sup>	\$59,297,077.43 <sup>5</sup>	\$866,625.44	\$866,625.44
Eugene F. Collins, Special Counsel to the Trustee	8/1/2012 ECF No. 4937	10/1/2011 – 1/31/2012	\$4,724.98	\$4,724.98	\$3,779.99	\$44.99	\$44.99
Schiltz & Schiltz, Special Counsel to the Trustee	8/1/2012 ECF No. 4938	10/1/2011 – 1/31/2012	\$31,324.35	\$31,324.35	\$25,059.48	\$2,821.49	\$2,821.49
Higgs & Johnson, Special Counsel to the Trustee	8/1/2012 ECF No. 4939	10/1/2011 – 1/31/2012	\$74,979.00	\$74,979.00	\$59,983.20	\$2,423.24	\$2,423.24
Browne Jacobson, L.L.P., Special Counsel to the Trustee	8/1/2012 ECF No. 4950	10/27/2011 – 1/31/2012	\$15,780.46	\$15,780.46	\$12,624.36	\$2,703.59	\$2,703.59

<sup>3</sup> During the current Compensation Period the Trustee and Baker & Hostetler LLP have requested \$48,107,863.80 in interim compensation. The Trustee and Baker & Hostetler LLP have also requested a release of \$16 million of the Holdback, approved to date, and withheld from prior applications. Together the sum total of interim compensation requested for the current Compensation Period is \$64,107,863.80.

<sup>4</sup> During the current Compensation Period the Trustee and Baker & Hostetler LLP have been awarded \$48,107,863.80 in interim compensation. The Trustee and Baker & Hostetler LLP have also been awarded a release of \$16 million of the Holdback, approved to date, and withheld from prior applications. Together the sum total of interim compensation awarded for the current Compensation Period is \$64,107,863.80.

<sup>5</sup> During the current Compensation Period the Trustee and Baker & Hostetler LLP are to be paid \$43,297,077.43 in interim compensation. The Trustee and Baker & Hostetler LLP are also to be paid a \$16 million Holdback release payment of the total fees requested, approved to date, and withheld from prior applications. Together the sum total of interim compensation to be paid for the current Compensation Period is \$59,297,077.43.

<u>Applicant</u>	<u>Date and ECF No. of Application</u>	<u>Compensation Period</u>	<u>Interim Compensation Requested*</u>	<u>Interim Compensation Awarded</u>	<u>Interim Compensation to be Paid</u>	<u>Expenses Requested</u>	<u>Expenses Awarded</u>
Graf & Pitkowitz Rechtsanwälte GmbH Special Counsel to the Trustee	8/1/2012 ECF No. 4941	10/1/2011 – 1/31/2012	\$499,110.69	\$499,110.69	\$399,288.56	\$16,937.56	\$16,937.56
SCA Creque, Special Counsel to the Trustee	8/1/2012 ECF No.4942	10/1/2011 – 1/31/2012	\$259,062.59	\$259,062.59	\$207,250.07	\$1,900.00	\$1,900.00
Young Conaway Stargatt & Taylor, LLP, Special Counsel to the Trustee	8/1/2012 ECF No. 4943	10/1/2011 – 1/31/2012	\$24,589.80	\$24,589.80	\$19,671.84	\$967.27	\$967.27
Windels Marx Lane & Mittendorf, LLP, Special Counsel to the Trustee	8/1/2012 ECF No. 4951	10/1/2011 – 1/31/2012	\$3,203,844.60	\$3,203,844.60	\$2,563,075.68	\$24,142.98	\$24,142.98
Williams, Barristers & Attorneys, Special Counsel to the Trustee	8/1/2012 ECF No. 4944	10/1/2011 – 1/31/2012	\$418,955.09	\$418,955.09	\$335,164.08	\$0.00	\$0.00
Taylor Wessing, Special Counsel to the Trustee	8/1/2012 ECF No. 4945	10/1/2011 – 1/31/2012	\$1,071,518.18	\$1,071,518.18	\$857,214.55	\$529,103.58	\$529,103.58
UGGC & Associés Special Counsel to the Trustee	8/1/2012 ECF No.4946	10/1/2011 – 1/31/2012	\$63,850.89	\$63,850.89	\$51,080.72	\$799.49	\$799.49

<u>Applicant</u>	<u>Date and ECF No. of Application</u>	<u>Compensation Period</u>	<u>Interim Compensation Requested*</u>	<u>Interim Compensation Awarded</u>	<u>Interim Compensation to be Paid</u>	<u>Expenses Requested</u>	<u>Expenses Awarded</u>
Attias & Levy Special Counsel to the Trustee	8/1/2012 ECF No. 4947	10/1/2011 – 1/31/2012	\$45,845.67	\$45,845.67	\$36,676.54	\$1,104.43	\$1,104.43
Werder Vigano Special Counsel to the Trustee	8/1/2012 ECF No. 4948	10/1/2011 – 1/31/2012	\$1,744.96	\$1,744.96	\$1,395.97	\$0.00	\$0.00
Greenfield Stein & Senior LLP Special Counsel to the Trustee	8/1/2012 ECF No. 4949	10/1/2011 – 1/31/2012	\$25,051.56	\$25,051.56	\$20,041.25	\$631.85	\$631.85
Soroker - Agmon Special Counsel to the Trustee	8/1/2012 ECF No.4940	9/20/2011 – 1/31/2012	\$250,746.46	\$250,746.46	\$200,597.17	\$3,377.18	\$3,377.18

Schedule A(1)

DATE: 8/29/2012

INITIALS: /s/BRL USBJ

\* Each Applicant's requested amount includes (at least) a 10% discount from normal hourly rates.

Adv. Pro. No. 08-1789 (BRL)  
 Securities Investor Protection Corp. v. Bernard L. Madoff Investment Securities LLC  
 In re Bernard L. Madoff

### Summary – Cumulative of All Compensation Periods

<u>Applicant</u>	<u>Total Interim Compensation Requested</u>	<u>Total Interim Compensation Awarded</u>	<u>Total Paid</u>	<u>Total Expenses Requested</u>	<u>Total Expenses Awarded</u>
Irving H. Picard, Trustee Baker & Hostetler LLP, Counsel	\$337,174,755.34 <sup>6</sup>	\$337,174,755.34 <sup>7</sup>	\$305,057,297.83 <sup>8</sup>	\$7,016,453.78	\$7,016,453.78
AlixPartners, LLP, Consultant to the Receiver	\$316,000.00	\$316,000.00	\$316,000.00	\$15,000.00	\$15,000.00
Windels Marx Lane & Mittendorf, LLP, Counsel to the Chapter 7 Trustee	\$199,500.00	\$199,500.00	\$199,500.00	\$2,770.46	\$2,770.46
Attias & Levy, Special Counsel to the Trustee	\$1,300,098.33	\$1,300,098.33	\$1,040,078.66	\$75,355.89	\$75,355.89
Hogan Lovells International LLP, Special Counsel to the Trustee	\$2,324,779.63	\$2,324,779.63	\$2,324,779.63	\$180,941.59	\$180,941.59
Schifferli Vafadar Sivilotti, Special Counsel to the Trustee	\$17,410.00	\$17,410.00	17,410.00	N/A	N/A
Mishcon de Reya, Special Counsel to the Trustee	\$1,842,641.82	\$1,842,641.82	\$1,842,641.82	\$139,765.97	\$139,765.97
Receiver, Richards Kibbe & Orbe LLP, Counsel to the Receiver and AlixPartners LLP, Consultant to Receiver	\$300,000.00	\$300,000.00	\$300,000.00	\$6,449.08	\$6,449.08
Eugene F. Collins, Special Counsel to the Trustee	\$230,083.36	\$230,083.36	\$184,066.71	\$44,149.05	\$44,149.05
Schiltz & Schiltz, Special Counsel to the Trustee	\$495,192.93	\$495,192.93	\$396,154.36	\$38,307.43	\$38,307.43

<sup>6</sup> The total interim compensation requested, to date, by Trustee and Baker & Hostetler LLP is \$321,174,755.34. During the current Compensation Period the Trustee and Baker & Hostetler LLP have requested a release of \$16 million of the Holdback, approved to date, and withheld from prior applications. Together the total amount of interim compensation requested to date is \$337,174,755.34.

<sup>7</sup> The total interim compensation awarded to date, to the Trustee and Baker & Hostetler LLP is \$321,174,755.34. During the current Compensation Period the Trustee and Baker & Hostetler LLP have been awarded a release of \$16 million of the Holdback, approved to date, and withheld from prior applications. Together the total amount of interim compensation awarded to date is \$377,174,755.34.

<sup>8</sup> The total compensation paid, to date, to the Trustee and Baker & Hostetler LLP is \$289,057,297.83. During the current Compensation Period the Trustee and Baker & Hostetler LLP have been paid a release of \$16 million of the Holdback, approved to date, and withheld from prior applications. Together the total amount of interim compensation paid to date is \$305,057,297.83.

Higgs & Johnson, Special Counsel to the Trustee	\$621,722.70	\$621,722.70	\$497,378.16	\$89,016.11	\$89,016.11
Kugler Kandstin, L.L.P., Special Counsel to the Trustee	\$33,943.88	\$33,943.88	\$27,155.10	\$1,214.89	\$1,214.89
Graf & Pitkowitz Rechtsanwälte GmbH Special Counsel to the Trustee	\$2,069,563.68	\$2,069,563.68	\$1,655,650.95	\$93,664.23	\$93,664.23
SCA Creque, Special Counsel to the Trustee	\$845,434.67	\$845,434.67	\$676,347.75	\$4,158.80	\$4,158.80
Young Conaway Stargatt & Taylor, LLP, Special Counsel to the Trustee	\$108,048.16	\$108,048.16	\$86,438.52	\$3,145.68	\$3,145.68
Windels Marx Lane & Mittendorf, LLP, Special Counsel to the Trustee	\$19,106,844.80	\$19,106,844.80	\$15,475,475.84	\$252,512.24	\$252,512.24
Williams, Barristers & Attorneys, Special Counsel to the Trustee	\$1,739,125.35	\$1,739,125.35	\$1,391,300.28	\$96,767.25	\$96,767.25
Taylor Wessing, Special Counsel to the Trustee	\$5,498,138.59	\$5,498,138.59	\$4,398,510.88	\$1,193,446.54	\$1,193,446.54
UGGC & Associés Special Counsel to the Trustee	\$152,752.17	\$152,752.17	\$122,201.75	\$9,268.38	\$9,268.38
Osborne & Osborne, P.A., Special Counsel to the Trustee	\$1,301.85	\$1,301.85	\$1,041.48	\$35.21	\$35.21
Werder Vigano Special Counsel to the Trustee	\$22,605.37	\$22,605.37	\$18,084.30	\$53.57	\$53.57
Greenfield Stein & Senior LLP Special Counsel to the Trustee	\$33,299.61	\$33,299.61	\$26,639.69	\$631.85	\$631.85
Soroker Agmon Special Counsel to the Trustee	\$250,746.46	\$250,746.46	\$200,597.17	\$3,377.18	\$3,377.18
Browne Jacobson, LLP Special Counsel to the Trustee	\$15,780.46	\$15,780.46	\$12,624.36	\$2,703.59	\$2,703.59

Schedule A(1)

DATE: 8/29/2012

INITIALS: /s/BRL USBJ